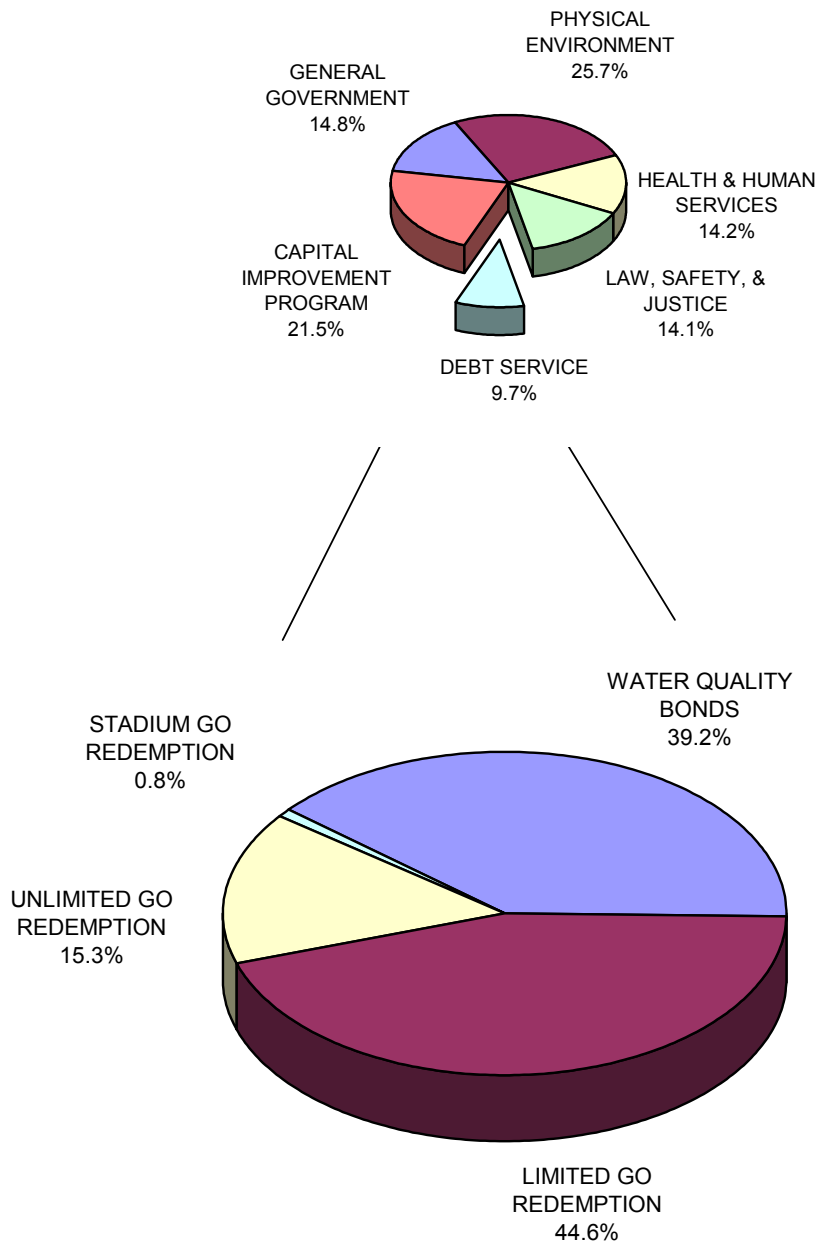


Debt Service

Debt Service \$281 Million



Issues and Priorities

The debt service budget in 2004 is adjusted for offsetting increases include increased debt payments associated recently issued debt or for debt issues scheduled in 2004, debt payments for budget authority to paydown Safeco Field debt with available revenue, and other technical adjustments to repayment schedules corresponding to previously issued debt.

The additions to the Limited General Obligation bond repayment budget authority total \$8.1 million. In a proposal to be transmitted to the King County Council in 2004 the Road Services capital program will request \$15 million of bond proceeds. A \$50 million Transit bond ordinance will be transmitted to Council in late 2003 or early 2004. The debt issuance for the Tremont property acquisition debt will amount to \$8.8 million. This debt payment obligation will be financed by a combination of Real Estate Excise Tax and Conservation Futures Levy resources. The 2004 budget request to make debt service payments on these non-Current Expense agencies and funds amounts to \$5 million.

The remaining \$3.1 million of requested bond payment budget is associated with Current Expense funded debt for the Kent Pullen Regional Communications and Emergency Coordination Center and the Courthouse Seismic Project. The RCECC debt was issued in 2003 while the Courthouse Seismic debt is scheduled to be issued in October 2004 to coincide with the retirement of a portion of the bond anticipation notes. The debt payment budget increase of \$3.1 million brings the Current Expense debt service total to \$13.3 million in 2004.

The \$20 million debt payment reduction proposed in a 2004 technical adjustment is primarily due to a reduced amount of early principal payments for Safeco Field debt. In the 2004 budget the early payment amount is \$5 million. This is a \$10 million reduction from the \$15 million budgeted in 2003

DEBT SERVICE PROGRAM PLAN

Limited G.O. Bond Redemption 8400/0465

		Expenditures	FTEs *	TLTs
Program Area PE	2003 Adopted	137,125,712	0.00	0.00
	Status Quo **	0	0.00	0.00
Status Quo Budget		137,125,712	0.00	0.00
Code/ Item#	Description			
	Contra Add Back		0	
	Technical Adjustment			
TA01	Technical Adjustment	(19,958,217)	0.00	0.00
TA03	New Debt Payments for Upcoming Bond Issues	8,102,784	0.00	0.00
		(11,855,433)	0.00	0.00
2004 Proposed Budget		125,270,279	0.00	0.00
% Change over Status Quo			-8.65%	

* FTEs do not include Temporaries and overtime.

** This includes revised 2003 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN**Unlimited G.O. Bond Redemption 8500/0466**

		Expenditures	FTEs *	TLTs
Program Area PE	2003 Adopted	36,112,278	0.00	0.00
	Status Quo **	0	0.00	0.00
Status Quo Budget		36,112,278	0.00	0.00
Code/ Item# Description	Contra Add Back		0	
Technical Adjustment				
TA01	Technical Adjustment- Unlimited GO Refinancing 2000	(7,750)	0.00	0.00
TA02	Technical Adjustment- Unlimited GO Refinancing HMC	48,800	0.00	0.00
TA03	Technical Adjustment - Unllimited GO Refinancing	(616,318)	0.00	0.00
TA04	Technical Adjustment	7,464,214	0.00	0.00
		6,888,946	0.00	0.00
2004 Proposed Budget		43,001,224	0.00	0.00
% Change over Status Quo		19.08%		

* FTEs do not include Temporaries and overtime.

** This includes revised 2003 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Stadium G.O. Bond Redemption 8510/0467

		Expenditures	FTEs *	TLTs
Program Area PE	2003 Adopted	2,214,976	0.00	0.00
	Status Quo **	0	0.00	0.00
	Status Quo Budget	2,214,976	0.00	0.00
Code/ Item#	Description			
	Contra Add Back		0	
	Technical Adjustment			
TA01	Adjustment to G.O. Bond Redemption	(3,000)	0.00	0.00
		(3,000)	0.00	0.00
	2004 Proposed Budget	2,211,976	0.00	0.00
	% Change over Status Quo		-0.14%	

* FTEs do not include Temporaries and overtime.

** This includes revised 2003 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Wastewater Treatment Debt Service 4610/4999M

		Expenditures	FTEs *	TLTs
Program Area PE	2003 Adopted	103,214,000	0.00	0.00
	Status Quo **	8,941,000	0.00	0.00
	Status Quo Budget	112,155,000	0.00	0.00
Code/ Item# Description	Contra Add Back		0	
Technical Adjustment				
TA01	Technical Adjustment	(2,073,000)	0.00	0.00
		(2,073,000)	0.00	0.00
	2004 Proposed Budget	110,082,000	0.00	0.00
	% Change over Status Quo		-1.85%	

* FTEs do not include Temporaries and overtime.

** This includes revised 2003 adopted, initial status quo, and proposed status quo increments. Under FTEs, annualization is included.

DEBT SERVICE PROGRAM PLAN

Debt Service Program Area

	2002 Adopted	2003 Adopted	2004 Proposed
WQ REV BONDS & OTH DEBT SVC	100,839,000	103,214,000	110,082,000
LIMITED G O BOND REDEMPTION	114,779,512	137,125,712	125,270,279
UNLIMITED G O BOND REDEMPTION	36,034,170	36,112,278	43,001,224
STADIUM G O BOND REDEMPTION	2,502,191	2,214,976	2,211,976
Total Debt Service	254,154,873	278,666,966	280,565,479